

Estate of Chemetco, Inc.

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April 10, 2012

Erin Rednour
State Project Coordinator
Illinois EPA RPMS/BOL
1021 North Grand Avenue East
Springfield, IL 62794-9276

James L. Morgan
Assistant Attorney General
Environmental Bureau
500 Second Street
Springfield, IL 62706

Re: **Monthly Status Report (April, 2012)**
Interim Order (Civil Case No.00-cv-670-DRH-DGW
00-cv-670-DRH (consolidated))

Dear Mrs. Rednour and Mr. Morgan:

As requested in the joint motion to extend the Interim Order (IO), this letter documents the progress by the Bankruptcy Estate of Chemetco, Inc. ("Estate") during the month of March under the approved work plans; (Demolition Work Plan, Scrap Metal Work Plan, Copper Furnace Cleanup Solids, Scrubber Sludge Work Plan, etc) as indicated in the Extended Interim Order. It should be noted that the Interim Order has been further extended through April 30, 2012, and may be requested to be extended to complete the work already in progress under the IO.

Demolition Work Plan

The demolition work has been completed as of December 16, 2011.

Scrap Metal Work Plan

During the month of March, the Estate of Chemetco began gathering scrap metal that can be used for recycling and stockpiling it along the southwestern portion area outside the foundry building.

Scrubber Sludge Work Plan

As stated in last months report, the Estate of Chemetco personnel assumed all loading responsibilities. On March 2, 2012, the Estate and Paradigm submitted an Addendum 2 to the approved Scrubber Sludge Work Plan. The Addendum 2 describes how the loading logistics have been slightly modified. On March 9 2012, the Estate received verbal approval, and hard copy letter approval was received on March 20, 2012.

Loading of the Scrubber Sludge mixed with fines resumed on March 14, 2012. The Estate and Aerotek Services are performing the loading of Scrubber Sludge material into 1 Metric Ton Supersacks. The bags are then loaded in 20 ft steel sealed containers and shipped internationally to China.

- 25 containers of Scrubber Sludge and Scrubber Sludge mixed with fines (~492 Metric Tons) were loaded and shipped internationally and sold to California Metals & Alloys Corp.

It should be noted that the Metric Tons are gross ton weight and includes the tare weight for bulkhead and supersack bags.

Scheduled Action Items for Next Month

Demolition Report

On March 14, 2012, the Estate and Paradigm requested a 45 day extension to complete the Demolition Summary Draft Report (DSDR).

Disposal of Bins

All of the containers associated with demolition work have been picked up and disposed of in accordance with the Demolition Work Plan. The last four were disposed of on March 1 and March 2, 2012.

The summary table below summarizes all 30 containers that were disposed of site.

<u>Number of bins</u>	<u>Accumulation Start Date</u>	<u>Description</u>	<u>Bin Number</u>	<u>90 Day Temp Storage Date</u>	<u>Manifest #</u>	<u>Date Picked Up</u>	<u>Status</u>	<u>Expected Ship Month</u>
1	7/27/2011	40 Yard Bin,	4097	10/25/2011	000440784WAS	10/25/11	Shipped	October
2	8/18/2011	40 Yard Bin,	4088	11/16/2011	000440785WAS	11/9/11	Shipped	November
3	8/19/2011	40 Yard Bin,	40170	11/17/2011	000440786WAS	11/10/11	Shipped	November
4	8/25/2011	40 Yard Bin,	4029	11/23/2011	000440787WAS	11/11/11	Shipped	November
5	8/26/2011	40 Yard Bin,	40130	11/24/2011	000440788WAS	11/14/11	Shipped	November
6	8/26/2011	40 Yard Bin,	40101	11/24/2011	000440789WAS	11/15/11	Shipped	November
7	8/29/2011	20 Yard Bin,	2066	11/27/2011	000440790WAS	11/16/11	Shipped	November
8	8/29/2011	20 Yard Bin,	20300	11/27/2011	000440791WAS	11/17/11	Shipped	November
9	8/30/2011	40 Yard Bin,	40124	11/28/2011	000440792WAS	11/17/11	Shipped	November
10	8/31/2011	40 Yard Bin,	4042	11/29/2011	000440793WAS	11/17/11	Shipped	November
11	9/19/2011	40 Yard Bin,	40109	12/18/2011	000440794WAS	12/12/11	Shipped	December
12	10/19/2011	40 Yard Bin,	40006	1/17/2012	0004618002WAS	1-13-12	Shipped	January
13	10/20/2011	40 Yard Bin,	4025	1/18/2012	0004618003WAS	1-13-12	Shipped	January
14	11/2/2011	40 Yard Bin,	40118	1/31/2012	0004618006WAS	1-27-12	Shipped	January

15	11/2/2011	40 Yard Bin,	4039	1/31/2012	0004618004WAS	1-27-12	Shipped	January
16	11/4/2011	40 Yard Bin,	40108	2/2/2012	0004618007WAS	1-30-12	Shipped	February
17	11/4/2011	40 Yard Bin,	4074	2/2/2012	0004618008WAS	1-30-12	Shipped	February
18	11/4/2011	40 Yard Bin,	40137	2/2/2012	0004618009WAS	1-30-12	Shipped	February
19	11/7/2011	20 Yard Bin,	20463	2/5/2012	0004618010WAS	1-30-12	Shipped	February
	11/15/2011	40 Yard Bin,	40173	2/13/2012	0004618011WAS	2-10-12	Returned ⁽¹⁾	
20	11/15/2011	40 Yard Bin,	40173	2/13/2012	0004618012WAS	2-20-12	Shipped	February
21	12/3/2011	20 Yard Bin,	20854	3/2/2012	0004618013WAS	2-22-12	Shipped	February
22	12/3/2011	40 Yard Bin,	40124	3/2/2012	0004618014WAS	2-22-12	Shipped	February
23	12/3/2011	40 Yard Bin,	4042	3/2/2012	0004618021WAS	2-27-12	Shipped	February
24	12/3/2011	40 Yard Bin,	40130	3/2/2012	0004618015WAS	2-27-12	Shipped	February
25	12/3/2011	40 Yard Bin,	4088	3/2/2012	0004618020WAS	2-27-12	Shipped	February
26	12/3/2011	40 Yard Bin,	40172	3/2/2012	0004618016WAS	2-29-12	Shipped	February
27	12/3/2011	40 Yard Bin,	40170	3/2/2012	0004618019WAS	3-1-12	Shipped	March
28	12/3/2011	40 Yard Bin,	40101	3/2/2012	0004618017WAS	3-1-12	Shipped	March
29	2-22-12	40 Yard Bin,	4025	3/2/2012	003552011FLE	3-2-12	Shipped	March
30	2-20-12	40 Yard Bin,	40171	3/2/2012	0004618018WAS	3-1-12	Shipped	March

(1) Container was returned on 2-13-12 and re-shipped 2-20-12 under different Manifest.

It should be noted that additional bins associated with other site activities may be generated. As these bins are filled to capacity, they will be properly disposed within the allowed (90 days of storage).

Other Work Plan Activities

Scrubber Sludge

The Estate and Paradigm will continue loading the material during the month of April.

Copper Furnace Cleanup Solids

The Estate will be submitting an addendum to the CFCS work plan to include additional CFCS material recovered from the Foundry building. In the past, the Estate has sold CFCS to Aurubis, and/or will be likely sold to China.

Scrap Metals

With demolition activities completed, the Estate has begun gathering scrap metal that may be sold for recycling in April.

Furnaces Removal Work Plan

Talks have resumed between Metallo and the Estate of Chemetco regarding the purchasing of the three-TBRC metal furnaces located in the foundry building. The Estate has begun revising and/or updating the preliminary costs for the removal of the furnaces.

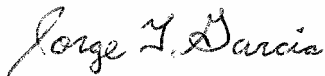
Circuitry Board and Shredded Board Material Work Plan

On January 26, 2012, the Estate and Paradigm submitted to IEPA a Circuitry Board and Shredded Board Material Work Plan to sell the material that is currently located west of the foundry building and inside the receiving building. On March 20, 2012, the Estate spoke with the IEPA and IEPA indicated that a certificate of recycling was not included in the January 26th submittal. The Estate will contact the buyer and request a copy of the required certificate.

The next monthly progress report is due by the 10th of May. It should also be noted that as required by paragraph 34 of Section X. REPORTING REQUIREMENTS of the Interim Order, a quarterly progress report is also being submitted to IEPA and USEPA. If you have any questions, please do not hesitate to contact me at my office, 618/254-4381 x372 or by cell phone at 314-348-8211.

Sincerely

ESTATE OF CHEMETCO, INC.



Jorge Y. Garcia PG
EH&S Manager

CC: Michelle Kerr, USEPA Region 5 Superfund
Chris Cahnovsky, Regional Mgr, IEPA-Collinsville Office
Donald Samson, Trustee
Elliott Stegin, IAD/Paradigm
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